18

19 45 **File No.** 5521/36
II

B CLASS

P. W. **DEPARTMENT**
El. **BRANCH**

Subject:—

ELECTRIC LICENCES

INCORPORATIVE

PERMISSION TO START WORK

File No. 5521/36 II

Std. Sectt. Slip 24-A

El. B.(I) P. W. D.

Submitted with ref: to G.L. No.5521/36-M, dated the 27/7/42, and the notes underlying it.

2. The Managing Agents, the Pachora El. Supply Co. Ltd., enquire whether considering the easy ~~mark~~ market condition and availability of electrical goods at controlled rates, the constr. work of electrification of the Town of Pachora under the Pachora El. License, 1940, may be undertaken. In this con. attention is invited to the dpo. letter dated the 2/3/45, from Mr. K.G.Milne of the office of the El. Commr. with the G. of Is, reg: the Dakor Umreth El. License , 1940, On the file concerned (No. 805/36/13184) the question of permitting the Dakor-Umreth El. S. Co., to the Commence supply has already been taken up with the Elec. Commr. with the G.of I. It has also been decided on that file to examine the ~~mark~~ position of the other inoperative eletric licenses in this Province. The Pachora License case is accordingly linked up with this general question which is examined below.

3. There are 5 inoperative undertakings as detailed below, (the Athani El. License 1940, mentioned in para.1 of the QM at p. 305 ante has already been allowed to commence supply, vide G.L. No. 1105/36-El. dated the 25/1/44):-

(1) The Pachora EL. License, 1940.

(2) The Kopergaon El. License 1940.

(3) The Belapur Town & Belapur Rd. El. License, 1940.

(4) The Dhond El. License, 1940.

(5) The Jambusar El. Licnese, 1941.

Brief notes on each of them are put up below:-

4.(1) The Pachora El. License, 1940.

The license was required to complete the wor

ks and to commence supply by the 5/1/42. The licenseehas part of the ~~xtxxx~~ plant and machinery required for the work. In G.L. No 5521/36-M, dated the 27/7/42, the period of 18 months prescribed in clause 5 of the licence for the completion of the works and commencement of supply was extended until three years after the termination of war subject to the condition that that this concession would not exempt the licensee from possible post-war legislation to prevent the exploitation of the public. In December 1943, an order under D. of India Rule 81(2) requiring the licensee not to proceed with the erection of any works authorised under the I.E.Act,1910, for the purpose of supply of electrical energy was served on him.

(2) The Kopergaon El. License, 1940 .

The licensee was required to complete the works and commence supply by 7/12/41. The licensee has not been able to purchase any machinery for the work. He was given the option of his having the license cancelled and deposit returned or to accept an extention in time till the machinery a is available after the war with the stipulation that the latter concession does not exempt the licensee from the possible post-war legislation to prevent exploitation of the public. The licensee accepted the latter offer and orders were issued in March 1942 accordingly, granting him the extension till such time asthe machinery required stipulation. Since then the same action as in the case of the Pachora El. License mentioned at "A" above has been taken.

(3) The Belapur Town and Belapur Rd. El. License, 1940

The licensee is the one who also holds the Kopergaon El. License. He was required to complete the works and commence supply by the 2/3/42. In thiscase also the licensee has not been able to purchase any machinery for the work. He was given option as in the case of Kopergaon El. License and as he prefered to accept extension

in time till such time as machinery is available after war subject to the required stipulation, orders were issued accordingly in March 1942. Since then, the same action as in the case of the Pachora El. License mentioned at "A" above has been taken.

9(6) The Dhond El. License, 1940

The licensee was required to complete the works and commence supply by the 19/5/42. He has not been able to secure the necessary plant and other materials except the high tension cubicles which are of no use without the plant. He was given the option as in the case of Kopergaon El. License and as he preferred to accept extension in time till such time as machinery after is available after the war subject ato the required stipulation, orders were issued accordingly in February 1942. Since then, the same action as in the case of the Pachora El. License mentioned at "A" above has been taken.

(5) The Jambusar El. License, 1941.

Accordingly to the terms of the license the licensee was to complete the works and commence supply by the 21/10/42. In G.L. No. 1614/36-M dated the25/7/42, the period of 18 months prescribed in clause (5) of the license for the completion of the works and the commencement of the supply was extended until three years after the termination of the war subject to the condition that this concession would not exempt the licensee from possible post-war legislation to prevent the exploitation of the public. In December 1943, the banning order under the D. of I. Rule 81(2) refd. to above was served on the licensee

5. Please see para 2. of G.L. No.5521/36-M dated the 27/7/42, and para 2. of Mr. Milne's d.o. letter reid. toabove. If it is decided to allow the licensees of the 5 inoperative licenses under examination to proceed with the erection of any works authorised under the I.E. Act, 1910. for the purpose of supply of El.energy then the banning order served on them will have to be cancelled. Before proceeding further with this case the El. Engr. to Govt. may be requested u.o. to investigate the position of these five licensees and to advise Govt. in the matter

Id/-
3/5/45.

* U.O.E.to the El. Engr. to Govt. dated the 5/5/45.

Below U.O.R.No. 2545/36/21214 dated the 9th July1945, from the Government in the Public Works Department.

No. 1982 of 1945.

Bombay, 27th Jul. '45.

Returned with compliments.

2. The remarks of the S.O., Grid, in para 4. to 6 of his note on page 329 have been noted and will be brought to their notice of th licensees for Kopergaon, Belapur and Dhond, when theyapply for permission for the commencement of their works.

s/d

Electrical Engineer to Govt.

Below U.O.R. No. 2345/36 dated the 5th May 1945, from Government in the Public Works Deptt

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No. 1076 of 1945.
Bombay, 7th June 1945.

Returned with compliments.

2. Copies of letters received from Jambusar Electric Supply Co. Ltd., and the Pachora Elect: Supply Co. Ltd., are enclosed. If the banning order is cancelled, it is likely that the Compa: ies will be able to complete the works with the assistance of Government within a period of 1-½ years, and they will be able to build up sufficient load in short time, provided the restriction orders are not served on them. I recommend that the banning orders be cancelled, and the Supply Companies be given assistance for obtaining the materials which are controlled at prese:

3. The other ~~x~~ three licensees do not have any plant and will not be able to start the works at present.

S/d.

Electrical Engineer to Govt.

2345/36 P. W. D.

El. Br.(I)

Submitted with ref. to this Deptt. u,o.r., dated the 5/5/45.

2. Pl. see:-

(1) Para. 5 of our d.o. letter of 25/4/45 to Mr. Milne on file No. 805/36-IV ;

(2) Mr. Milne's reply of 2/5/45;

(3) Our telegram to him dated the 30/5/45;

(4) His further ~~x~~ letter dated the 11/6/45.

It is for orders -

(a), Whether the result of the examination of

the position of the five inoperative El. licenses may be communicated to Mr. Milne before the El. Engr. to Govt.'s recommendation is considered;

or

(b) Whether the receipt of a circular from theG. of I., Labour Deptt., re: future handling of Dakor-Umreth, etc., may be awaited.

Id/-
20/6/45.

The case of the two licensees. viz., Jambusar and Pachora is similar to that of Dakor-Umreth, except that the works are in less advanced stage of completion in the case of the former licensees. They have, however, procured generating sets.

2. When the Bombay Grid System comes into operation Jambusar will presumably be supplied by the Northern Grid (Ahmedabad - Surat). As the licens has already been granted it would be better,I thingk to remove the ban and permit the licensee to develop a load. Such a course will be advantageous to the grid. As Jambusar will probably not be a selected station the Grid will have to acquire the plant and close down the station. This is only my surmise, and so Grid Govt. may be requested to offer his remarks.

3. The same remarks as in para2 hold good in the case of Pachora. In this case power will probably be supplied from Bhandardara - Randha Kandla.

4. These papers may thenefore, be sent u.o. to SO. Grid for remarks. He may may offer remarks re: to the other three stations also viz. Kopergaon, Belapur and Dhond.

Id/-
21/6/45.

U.O.R. to the S.O. (Grid)
dated the 22/6/45.

* with file no.:-

1932/36
6356
1105/36.
1438/36(I)
1529/36(II)
660/36(III)
and1614/36.

Below u.o.r. 2345/36 dated 22nd June '45 from the Public Works Department, Secretariat, Bombay.

Officers of the Special Officer (Electric Grid).

Position concerning these licensees vis-a-vis the Grid is as follows:-

2. Pachora is within the region of supply from the Bhandaradara-cum-Bandha Hydro-Electric Scheme, which has been submitted to Government for sanction. The transmission lines proposed for the first stage do not reach out as far as Pachora, but if good load develops, it will be economical to run out the line. It is, therefore, desirable that the licensee be enabled to develop what load he can in advance.

3. Jambusar is not yet included in any scheme of the Grid but the area is likely to be traversed by transmission lines fed from steam stations. It is desirable to encourage the licensee to develop the load in the area.

4. Kopergaon is included as a 33 KV. substation in the Bhandardara scheme report. The licensee is apparently not actively pursuing his license. When he raises the matter (by that time the Bhandaradara Scheme would presumably have been sanctioned) he may be advised to apply for bulk power from the Grid which is expected to be available by the end of 1948

5. Belapur is within the area of supply of Bhandaradara Scheme but no lines have been projected to the area so far. This area will be considered when the thermal station in East Khandesh is established, releasing hydro-electric power for this and other places south.

There is no objection to the license being actively operated, provided it is understood that advent of hydro-electric power in this area is a matter of 5 to 6 years.

6. Dhond and area round about, will be supplied from Bhatgar or another scheme in that area. If the licensee develops load in that area, it will be useful. Dhond has no attraction for the Grid as one of its generating centres.

Id/-
28/6/45.

U.O.R. No. Elg.134/2107
Bombay, 28th June, 1945.
To
The Secy. to Govt.
P.W.D., Bombay.
DDA:
(With files 5 and 1)

El. Br.(I) P. W. D.

Submitted with ref. to the O.N., dated the 20/6/45, and the Dy. Secy.'s note following it.

2. Attention is invited to Mr. Milne's d.o. letters, dated the 2/5/45, and the 11/6/45. In view thereof, the receipt of orders from the G. of I., Labour Department, regarding future handling of Dakor-Umreth, etc., may be awaited. In the meanwhile, these papers may be referred u.o. to the El. Engr. to Govt. for further remarks.

Id/-
4/7/45.

Id/-
3/7/45.

Id/-
5/7/45.

U.O.R. to the El. Engr. to Govt. dated the 9/7/45.

No.5521/36-El.(I)

Public Works Department
Bombay Castle, 17th Sept. 194

From

C.G. Kale, Esquire, C.I.E.,I.S.E.
Secretary to the Government of Bomba
Public Works Department (Irrigati

To

The Secretry to the Government of India
Department of Labour, New Delhi

Subject: Inoperative Electric Licenses.

Sir,

I am to refer to the enclosed copy of D.O No.El.C.10/11/0, dated the 2nd May 1945, from Mr. K.G.Milne, Deputy Director of Power Supply (Commercial) and to request you to intimate when the general circular of the Government of India regarding the future handling of the inoperative electricity licenses referred to in by Mr. Milne may be expected.

2. I am to add for your information that besides the Dakor-Umreth Electric License, 1940 action regarding which is being taken, in accordance with the Government of India, Department of Labour, Telegram No.DW.27(I), dated the 23rd July 1945, there are on hand the following five inoperative licenses:-

(1) The Pachora Electric License, 1940.

(2) The Jambusar Electric License, 1941.

(3) The Kopergaon Electric License, 1940.

(4) The Belapur Town and Belapur Road Electric License, 1940.

(5) The Dhond Electric License, 1940.

In accordance with the policy laid down in the Government of India, Department of Labour, letters No.A.826, dated the 6th March and 25th April 1942, the period of 18 months prescribed in the ~~exemplxxxxxxxx~~ above mentioned licenses

for the completion of the works in the compulsory area and the commencement of the supply was extended to three years after the termination of war, subject to the condition that this concession will not exempt the licensees from possible post-war legislation to prevent the exploitation of the public.

Further in accordance with the instructions in the Government of India, Department of Labour, letter no.A852, dated the 7th September 1943, these licensees have been served with an order under rule 81of the Defence of India Rules prohibiting erection of any works vide this Government Order No. 1932/36, dated the 20th December, 1943, copy enclosed.

3. The position of the licensees enumerated in para. 2 above is as follows:-

Pachora is within the region of supply from the Bhandaradara-cum-Randha Hydro-electric Scheme, which has been submitted to Government for sanction. The transmission lines proposed for the first stage do not reach out as far as Pachora, but if good load, develops, it will be economical to run out the line, It is, therefore, desirable that the licensee be enabled to develop what load he can in advance.

Jambusar is not yet included in any scheme of the Grid but the area is likely to be traversed by transmission lines fed from steam stations. It is desirable to encourage the licensee to develop the load in the area.

Kopergaon is included as a 33 K.V. sub-station in the Bhandaradara scheme report. The license is apparently not actively pursuing his license. When he raises the matter (by that time Bahndaradara Scheme would presumably have been sanctioned) he may be advised to apply for bulk power from the Grid which is expected to be available by the end of 1948.

Belapur is within the area of supply of Bhandaradara Scheme but no lines have been projected to the area so far.

This area will be considered when the thermal station in East Khandesh is established, releasing hydro-elctric power for this and othe places south. There is no objection to the license being actively operated, provided it is understood that advent of hydro-electric power in this area is a matter of 5 or 6 years.

6. Dhond and area round about, will be supplied from Bhatgar or another scheme in the area. If the licensee develops load in that area, it will be useful. Dhond has no attraction for the Grid as one of its gernerating centres.

In view of the position explained above this Government would like to recommend that all the licensees except the one at Kopergaon should be enabled to develop load in their respective areas as soon as possible, but conditions similar to these proposed to be imposed on the Dakor-Umreth, licensee should be imposed on these licensees, so that when the Grid supply ultimately extends to these areas these stations may be absorbed in the Grid.

4. Specially it is considered desirable to encourage the licensees at Pachora and Jambusar (items 1 and 5 in the preceding para.), who have procured generating sets to develop load in their areas from now. It is, therefore, proposed that the Restraining order referred to in the preceding para. may be withdrawn immediately in the case of these two licensees and they be given the assistance in obtaining the required materials such as cement, sand, copper, wire, etc.

5. If there is likely to be some further

dely in issuing the general circular referred to in para. 1 above, I am to enquire whether the Government of India have any objection to the above proposal being implemented in the meanwhile in respect of the ~~xxtwx~~ two licensees.

Yours obedient servant,

S/d

Secretary to the Government of Bombay,
Public Works Department;

Copy for information to the Electrical Commissioner with the Government of India.

El.Br.(I) 5521/36/38559
P. W. D.

Submitted with S.No. 36134 with ref. to G.L. No.5521/36(1) dated the 17/9/45.

2. In Novr. 1941 the G. of I. ~~wxxx~~ wrote to the Provl. Govts. that in view of the difficulties which the existed in securing el. equipment from overseas and the necessity of conserving the stocks available in the country for the production of war supplies the G. of I. considered that the Provl. Govts. should ordinary refuse the grant of licenses to public electric supply undertakings either for opening up the new undertakings or for extending the areas of the existing undertakings. They further requested that if in any case the grant of a license was considered necy. for furthering the war effort, or for some other reason, that the matter might be refd. to them so that they would advise the Provl. Govts. with due regard to the position throughout India as a whole vide G. of I. letter No. A 826, dated the 21/11/41. This Govt. agreed with the views of the G. of I. and they were informed that action would be taken accordingly as suggested by them vide G.L.No. 1932/36-E, dated the 9/12/41

3. In their letter, dated the 6th March 1942, the Govt.

refd. to the seriousness of the general position of el. plant and equipment and advised that licenses for fresh supply or for extension of existing supply should, whenever, possible be refused and if such a refusal might entail undue legal liability on the Provl. Govts, the next alternative would be to grant a suspended license to come into operation at a certain period after the duration of war. This period the G. of I. subsequently suggested in their letter dated the 25th April 1942, may for uniformity, be laid down at "three years after the termination of war".

4. No new license has since been granted by this Govt. The Marginally* noted license granted in 1940-41 were not able to commence supply during the period prescribed in the respective license mainly for lackof el. materials. Their position was reviewed in 1942, in the light of the suggestions made by the El.Commr. with the G. of I. and the G. of I. and orders were issued extending the period of 18 months prescribed in cl. 5 of the respective license for completion of the works and commencement of supply until three years after the termination of war subject to the condition that this concession will not exempt the licensee from possible post war legislation to prevent the exploitation of public vide G.L.No.5521/36-M, dated the 27/7/42, and G.Ls. No.805/36-M, No.1614/36-M, dated the 25/7/42.

The Dakor-Umreth El. License, 1940.

The Athani El. License, 1940.

The Kopergaon El. License 1940.

The Pachora El. License, 1940.

The Belapur Town & Belapur Road El. License'40.

The Dhond El. License, 1940.

The Jambusar El. License, 1940.

5. Since then supply has been permitted in the case of number (2) Athani El. License and in the case of number (1) Dakor-Umreth, it has been agreed to give permission to commence supply subject to certain conditions and the case is being

dealt with separately. As regards the remaining 5 licenses attention is invited to our letter No. 5521/36-El.(I) dated the 17/9/45, to the G. of I.

6. The G. of I. have since intimated that they consider that even with the cessation of hostilities, the position in regard to supply of fuel and rail transport will continue to remain acute for some more time and that it would be not advisable to withdraw the existing restrictions in toto immediately. They therefore, inform that the Provl. Govts. may permit small licensees including those whose licenses have been suspended to commence ply provided itis ensured that -

(a) the licensees will take from an Ely. Board if set up by the Provl. Govt. or from any Provl. Govt. generating station such power as they require for their distribution at any time, the Ely. Board or the Provl. Govt. are prepared to supply at a rate less than the rate at which (in the opinion of the El. Commr. with the G. of I.) that licensee is generating at the same time of the offer and

(b) If power is taken under (a) above, the licensees will, if so required, sell to the Ely. Board or Govt. their generating plant at its depreciated book value, or if the Ely. Board or Govt. do not wish to purchase, the licensees will have full discretion to dispose of such plant.

7. The conditions fefd. toby the G. of I. are the same as those suggested by them in the case of the Dakor-Umreth El. License, 1940. The conditions (a) has however, been suitably modified by this Govt. with ref. to provisions, in section 34 of the Draft B'bay. Ely.(Supply) Bill, 1945, it being considered entirely unnecessary to provide for a fef. to the El. Commr. with the G. of I. Conditions (a) and (b) as adopted in the case of the Dakor-Umreth License are as follows:-

"(1) that the licensee will take from a n El
Board if set up by the Provl. Govt. or
from any Provl. Govt. generating statio
such power as he requires for distribu-
tion at any time the Ely. Board or the
Provl. Govt. are in a position of the t
supply at a rate which, in the opinion
of the Provl. Govt. of the Ely. Board,
is not higher than the then prevailing
cost to the licensee for generating his
own El. energy at the time of the off
and

(2) that if power is taken under (1) above,
licensee will, if so required, sell to
the Ely. Board or Govt. his generating
plant at its depreciated book value
if the Ely. Board or Govt. does not
wish to purchase, will have full po
to dispose of it."

8. In so far as the five inoperative licensees are concerned we recommended to the C. of I. th all the licensees except the one at Kopergaon should be enabled to develop load in their respective areas as soon as practicable but conditions similar to those imposed on the Dab Umreth license may be imposed on these licensee so that Grid supply ultimately extends to thes areas these stations may be [illegible] absorbed the Grid. In respect of Kopergaon such sanctio has not been considered necessary for the pres in view of the remark in para. 4 of the S.O.I note. In the circumstances it is proposed to address the four licensees as per draft put u for approval and submission and to take no act for the present so far as Kopergaon is concer y. It is proposed to bring to the notice of Govt. of India the modifications

Govt. in the conditions stipulated by them, as per para. 2 of the endt. to the draft letter to the licensees.

10. A separate note is being put up regarding grant of gas licenses in view of the C. of I. letter dated the 25/10/45.

Id/-
10/12/45.

Id/-
11/12/45.

Id/-
12/12/45.

I agree, but surely S.O. ought to see these cases hexf before issue, as well as sending him copies.

E.H.R.C./-
12/12/45.

C.C.K./-
12/12/45.

Sec (I)
S.O.(Grid)

*U.O. to the S.O. (Electric Grid) dated the 14/12/45.
*with files secs. 5521/38(I) and 1932/38/6385.

EGD. I 19/12

I have no remarks to make.

Sd/-
17/12/45.

U.O.N. No. Elg. 154/5/4250.
dt-18-12.1245.

Sec. to Govt. P.W.D.

Fl.D.B.
18/12/45.

No.5521/36-El.(I).

P. W. D.
B.C.,27th Dec.'45

From

The Dy. Secty. to the Govt. of Bombay,
P. W. D.

To

(1) Wasudeo Janardan Sabhai, Esqr,

(2) Motiram Gangaram Bendale, Esqr.

(3) Irana Piraji Uplap, Esqr,

(4) M/s. Jambusar El. Supply Co., Ltd.,

Sub :(1) The Belapur Town and Belapur Road El. License, 1940.

(2) The Pachora El. License, 1940.

(3) The Dhond El. Lincese ,1940.

(4) The Jambusar El. License, 1941.

Dear Sir
Sirs,

I am directed to refer to the corres. ending with G.L.No. 1932/36-El. dated the 20/12/43, and to state that subject to your accepting the following two conditions, which will be included in your license in due course, Govt. proposes to withdraw G.O.No. 1932/36, dated the 20/12/43. in order to enable you to proceed with the erection of works for the supply of el. energy in the area covered by your license

"(1) that the licensee will take from an Ely. Board if set up by the Provl. Govt. or from any Provl. Govt. generating station such power as he requires for distribution at any time the Ely.Board or the Provl. Govt. are in a position to supply at a rate which, in the opinion of the Provl. Govt. of the Ely Board, is not higher than the then prevaling cost to the licensee for generating his own el. energy at the time of the offer and

(2) that if power is taken under (1) above, the licensee will, if so reqd., sell to the Ely.Board

or Govt. his generating plant at its depreciated book value or if the Ely, Board of Govt. does not wish to ~~xxxxxxxx~~ purchase, will have full powers to dispose of

2. In this con. I am to add that this Govt. is prepared to assist you in obtaining the reqd. machinery and materials such as cement, copper, wire, and to enquire whether the conditions mentioned above are acceptable to you.

Yours faithfully,

Copy for information to Dy. Secy. to the G. of I. Deptt. of Labour, with ~~x~~ ref. to the corres. ending with his letter No. E.B.27(I), dated the 15/11/45.

2. Conditions (a) stipulated in para. 2 of the G. of I. Deptt. of Labour, letter No.E.B.27(I), dated the 23/10/45, has been suitably modified by this Govt. in view of the ~~previous~~ provisions proposed by it in section 34 of the draft Bombay Ely.(Supply)Bill, 1945.

Copy for information to -
the El. Commr. with the Govt.
The El. Engr. to Govt. (with ref. to his) -7-
No. L.R.M.31/1981, dated the 27th Sept, 1945.

and

the S.O.(El. Grid) (with ref. to his No. Elg. 134/E-4250, dated the 18/12/45.

Id/-
10/12/45.

Id/-
11/12/1945.

Id/-
12/12/45.

El.Br.(I) P.W.D.

Submitted with reference to A(2)'s notes dated 12/12/45.

2. The S.O. (El. Grid) has no remarks to make. The letter and the endorsements may now issue.

Id/-
20/12/45.

Note: Copies on relevant files, for necessary further actions

Id/-
14/1/46.

31.1.56